

B 25C (Official Form 25C) (12/08)

## UNITED STATES BANKRUPTCY COURT

Southern District of Texas

In re KTP Builders, Inc.

Debtor

Case No. 15-34109

Small Business Case under Chapter 11

## SMALL BUSINESS MONTHLY OPERATING REPORT

Month: October, 2016

Date filed: \_\_\_\_\_

Line of Business: \_\_\_\_\_

NAISC Code: \_\_\_\_\_

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING SMALL BUSINESS MONTHLY OPERATING REPORT AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE.

RESPONSIBLE PARTY:

Original Signature of Responsible Party

Ken Doud

Printed Name of Responsible Party

Questionnaire: (All questions to be answered on behalf of the debtor.)

- |   | Yes                                 | No                                  |
|---|-------------------------------------|-------------------------------------|
| 1. IS THE BUSINESS STILL OPERATING?   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 2. HAVE YOU PAID ALL YOUR BILLS ON TIME THIS MONTH?   | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 3. DID YOU PAY YOUR EMPLOYEES ON TIME?  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 4. HAVE YOU DEPOSITED ALL THE RECEIPTS FOR YOUR BUSINESS INTO THE DIP ACCOUNT THIS MONTH?   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 5. HAVE YOU FILED ALL OF YOUR TAX RETURNS AND PAID ALL OF YOUR TAXES THIS MONTH?  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 6. HAVE YOU TIMELY FILED ALL OTHER REQUIRED GOVERNMENT FILINGS?   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 7. HAVE YOU PAID ALL OF YOUR INSURANCE PREMIUMS THIS MONTH?   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 8. DO YOU PLAN TO CONTINUE TO OPERATE THE BUSINESS NEXT MONTH?  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 9. ARE YOU CURRENT ON YOUR QUARTERLY FEE PAYMENT TO THE U.S. TRUSTEE?   | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 10. HAVE YOU PAID ANYTHING TO YOUR ATTORNEY OR OTHER PROFESSIONALS THIS MONTH?  | <input checked="" type="checkbox"/> | <input type="checkbox"/>            |
| 11. DID YOU HAVE ANY UNUSUAL OR SIGNIFICANT UNANTICIPATED EXPENSES THIS MONTH?  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 12. HAS THE BUSINESS SOLD ANY GOODS OR PROVIDED SERVICES OR TRANSFERRED ANY ASSETS TO ANY BUSINESS RELATED TO THE DIP IN ANY WAY? | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |
| 13. DO YOU HAVE ANY BANK ACCOUNTS OPEN OTHER THAN THE DIP ACCOUNT?  | <input type="checkbox"/>            | <input checked="" type="checkbox"/> |



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14. HAVE YOU SOLD ANY ASSETS OTHER THAN INVENTORY THIS MONTH? ☐ ☒
15. DID ANY INSURANCE COMPANY CANCEL YOUR POLICY THIS MONTH? ☐ ☒
16. HAVE YOU BORROWED MONEY FROM ANYONE THIS MONTH? ☐ ☒
17. HAS ANYONE MADE AN INVESTMENT IN YOUR BUSINESS THIS MONTH? ☐ ☒
18. HAVE YOU PAID ANY BILLS YOU OWED BEFORE YOU FILED BANKRUPTCY? ☐ ☒

**TAXES**DO YOU HAVE ANY PAST DUE TAX RETURNS OR PAST DUE POST-PETITION TAX OBLIGATIONS? ☒ ☐

IF YES, PLEASE PROVIDE A WRITTEN EXPLANATION INCLUDING WHEN SUCH RETURNS WILL BE FILED, OR WHEN SUCH PAYMENTS WILL BE MADE AND THE SOURCE OF THE FUNDS FOR THE PAYMENT.

(Exhibit A)

**INCOME**

PLEASE SEPARATELY LIST ALL OF THE INCOME YOU RECEIVED FOR THE MONTH. THE LIST SHOULD INCLUDE ALL INCOME FROM CASH AND CREDIT TRANSACTIONS. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL INCOME \$ 87,500.00**SUMMARY OF CASH ON HAND**Cash on Hand at Start of Month \$ 105.64Cash on Hand at End of Month \$ 15,113.10PLEASE PROVIDE THE TOTAL AMOUNT OF CASH CURRENTLY AVAILABLE TO YOU TOTAL \$ 15,113.10

(Exhibit B)

**EXPENSES**

PLEASE SEPARATELY LIST ALL EXPENSES PAID BY CASH OR BY CHECK FROM YOUR BANK ACCOUNTS THIS MONTH. INCLUDE THE DATE PAID, WHO WAS PAID THE MONEY, THE PURPOSE AND THE AMOUNT. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL EXPENSES \$ 72,092.54

(Exhibit C)

**CASH PROFIT**INCOME FOR THE MONTH (TOTAL FROM EXHIBIT B) \$ 87,500.00EXPENSES FOR THE MONTH (TOTAL FROM EXHIBIT C) \$ 72,092.54

(Subtract Line C from Line B)

CASH PROFIT FOR THE MONTH \$ 15,407.46



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**UNPAID BILLS**

PLEASE ATTACH A LIST OF ALL DEBTS (INCLUDING TAXES) WHICH YOU HAVE INCURRED SINCE THE DATE YOU FILED BANKRUPTCY BUT HAVE NOT PAID. THE LIST MUST INCLUDE THE DATE THE DEBT WAS INCURRED, WHO IS OWED THE MONEY, THE PURPOSE OF THE DEBT AND WHEN THE DEBT IS DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL PAYABLES \$ 220,491.00

(Exhibit D)

**MONEY OWED TO YOU**

PLEASE ATTACH A LIST OF ALL AMOUNTS OWED TO YOU BY YOUR CUSTOMERS FOR WORK YOU HAVE DONE OR THE MERCHANDISE YOU HAVE SOLD. YOU SHOULD INCLUDE WHO OWES YOU MONEY, HOW MUCH IS OWED AND WHEN IS PAYMENT DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL RECEIVABLES \$ 199,750.00

(Exhibit E)

**BANKING INFORMATION**

PLEASE ATTACH A COPY OF YOUR LATEST BANK STATEMENT FOR EVERY ACCOUNT YOU HAVE AS OF THE DATE OF THIS FINANCIAL REPORT OR HAD DURING THE PERIOD COVERED BY THIS REPORT.

(Exhibit F)

**EMPLOYEES**

NUMBER OF EMPLOYEES WHEN THE CASE WAS FILED?

NUMBER OF EMPLOYEES AS OF THE DATE OF THIS MONTHLY REPORT?

6  
0
**PROFESSIONAL FEES****BANKRUPTCY RELATED:**

PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD?

\$ 18,847.03

TOTAL PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE?

\$ 36,377.37**NON-BANKRUPTCY RELATED:**

PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD?

\$ 25,185.26

TOTAL PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE?

\$ 132,517.88



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**PROJECTIONS**

COMPARE YOUR ACTUAL INCOME AND EXPENSES TO THE PROJECTIONS FOR THE FIRST 180 DAYS OF YOUR CASE PROVIDED AT THE INITIAL DEBTOR INTERVIEW.

	Projected	Actual	Difference
INCOME	\$ <u>80,000.00</u>	\$ <u>87,500.00</u>	\$ <u>7,500.00</u>
EXPENSES	\$ <u>80,000.00</u>	\$ <u>72,092.54</u>	\$ <u>57,907.46</u>
CASH PROFIT	\$ <u>0.00</u>	\$ <u>15,407.46</u>	\$ <u>15,407.46</u>

TOTAL PROJECTED INCOME FOR THE NEXT MONTH:

\$ 60,000.00

TOTAL PROJECTED EXPENSES FOR THE NEXT MONTH:

\$ 60,000.00

TOTAL PROJECTED CASH PROFIT FOR THE NEXT MONTH:

\$ 0.00

**ADDITIONAL INFORMATION**

PLEASE ATTACH ALL FINANCIAL REPORTS INCLUDING AN INCOME STATEMENT AND BALANCE SHEET WHICH YOU PREPARE INTERNALLY.



**KTP Builders Inc.**

## Balance Sheet

10/31/2016

<u>Assets</u>	<u>9/30/2016</u>	<u>10/31/2016</u>	<u>Difference</u>
Bank Balance	\$ 105.64	\$ 15,513.10	\$ 15,407.46
Long Term - Accounts Receivable ( Pre Filing)	\$ 236,466.00	\$ 236,466.00	\$ -
		\$ 199,750.00	
Accounts Receivable - Post Filing (Current Jobs)	<u>\$ 287,250.00</u>	<u>\$ 287,250.00</u>	<u>\$ -</u>
	<u>\$ 523,821.64</u>	<u>\$ 738,979.10</u>	<u>\$ 15,407.46</u>
<u>Liabilities</u>	<u>9/30/2016</u>	<u>10/31/2016</u>	<u>Difference</u>
Long Term - Accounts Payable Secured	\$ 11,695.80	\$ 11,695.80	\$ -
Long Term - Accounts Payable Unsecured Priority	\$ 37,427.00	\$ 37,427.00	\$ -
Long Term - Accounts Payable Unsecured Non - Priority	\$ 519,994.59	\$ 519,994.59	\$ -
Short Term - Loans (K/R Douds)	\$ 50,000.00	\$ 36,000.00	\$ (14,000.00)
Accounts Payable - Post Filing (Current Jobs)	\$ 213,171.73	\$ 220,491.00	\$ 7,319.27
	<u>\$832,289.12</u>	<u>\$825,608.39</u>	<u>(\$6,680.73)</u>



**KTP Builders Inc.**

Exhibit E - Monies owed KTP (New work)

10/31/2016

**Receivables:**

Waters at Willow Run - Galaxy

\$ 120,000.00

Legacy/Cosmopolitan - Realtex

\$ 40,000.00

Bonita Creek

\$ 39,750.00

Total Receivable:

\$ 199,750.00



**KTP Builders Inc.**

Exhibit D - Unpaid Bills KTP (New work)

10/31/2016

**Payables:**

Loans	\$	36,000.00
Legal Fees ( 7,647.50 + 13,722 + 18,121)	\$	39,491.00
Subcontractors/Employees (10,000 + 135,000)	\$	145,000.00
Expenses	\$	-
		<hr/>
Total Payables:	\$	<u><u>220,491.00</u></u>



**KTP Builders Inc.**

Income Statement

10/31/2016

**Revenue**

\$ 87,500.00

Total Revenue

\$ 87,500.00

**Expenses**

Repay Working Capital

\$ 14,000.00

Attorney Fees/Legal

\$ 44,032.29

Total Expense

\$ 58,032.29

**Net Profit:**

\$ 29,467.71





Texas 77251 Member FDIC

093012

KTP BUILDERS INC  
DEBTOR IN POSSESSION CASE NO 15 34109  
OPERATING ACCOUNT  
10707 CORPORATE DR STE 118  
STAFFORD TX 77477

FOR INFORMATION CALL  
713-388-7800 or 1-800-551-7678

STATEMENT ISSUED  
10-31-2016

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Fee changes effective December 1, 2016: NSF items - \$34;  
Overdrafts - \$34 for each item we pay that overdraws your  
account more than \$5, up to a maximum of \$170 per day.

## FROST BUSINESS CHECKING : ACCOUNT NO. 67 1253344

DEPOSITS			WITHDRAWALS			BALANCE THIS STATEMENT
BALANCE LAST STATEMENT	NO.	AMOUNT	NO.	AMOUNT		
1,315.64	2	87,500.00	5	73,309.54		15,506.10

Activity Items Processed

9

Cash Processed

\$0.00

## DEPOSITS/CREDITS

DATE	TRANSACTION	AMOUNT	DATE	TRANSACTION	AMOUNT
10-11	TELLER DEPOSIT	47,500.00	10-27	TELLER DEPOSIT	40,000.00

## CHECKS PAID

DATE	CHECK	AMOUNT	DATE	CHECK	AMOUNT	DATE	CHECK	AMOUNT
10-05	1543 #	1,210.00	10-14	1545 #	14,060.31	10-28	1547 #	25,185.20
10-12	1544 #	18,847.03	10-12	1546 #	14,000.00			

# RECEIVED ELECTRONICALLY AS AN IMAGE OF THE ORIGINAL CHECK

## OTHER WITHDRAWALS/DEBITS

DATE	AMOUNT	TRANSACTION	DESCRIPTION
10-04	.00	INTERNET STMT COPY REQ	
10-04	.00	INTERNET STMT COPY REQ	
10-14	.00	INTERNET CHK COPY REQ	
10-31	7.00	SERVICE CHARGE/FEE	MONTHLY SERVICE CHARGE

## DAILY BALANCE

DATE	BALANCE	DATE	BALANCE	DATE	BALANCE
09-30	1,315.64	10-11	47,605.64	10-27	40,698.30
10-04	1,315.64	10-12	14,758.61	10-28	15,513.10
10-05	105.64	10-14	698.30	10-31	15,506.10





P.O. Box 1315 Houston, Texas 77201 Member FDIC

FOR INFORMATION CALL  
713-388-7800 OR 1-800-511-6778

STATEMENT ISSUED  
10-31-2016

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KTP BUILDERS INC  
DEBTOR IN POSSESSION CASE NO 15 34109  
TAX ACCOUNT  
10707 CORPORATE DR STE 118  
STAFFORD TX 77477

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Fee changes effective December 1, 2016: NSF items - \$34;  
Overdrafts - \$34 for each item we pay that overdraws your  
account more than \$5, up to a maximum of \$170 per day.

FROST BUSINESS CHECKING : ACCOUNT NO. 67 1253271						
DEPOSITS			WITHDRAWALS		BALANCE THIS STATEMENT	
BALANCE LAST STATEMENT	NO.	AMOUNT	NO.	AMOUNT		
38.93	0	.00	0	7.00	31.93	
Activity Items Processed		0	Cash Processed		\$0.00	

OTHER WITHDRAWALS/DEBITS

DATE	AMOUNT	TRANSACTION	DESCRIPTION
10-04	.00	INTERNET STMT COPY REQ	
10-31	7.00	SERVICE CHARGE/FEE	MONTHLY SERVICE CHARGE

DAILY BALANCE

DATE	BALANCE	DATE	BALANCE	DATE	BALANCE
09-30	38.93	10-04	38.93	10-31	31.93

Please examine your bank statement upon receipt and report any differences or irregularities as specified in the Deposit Agreement and Other Disclosures.